MAR 14 1950

MENTALEUUM FOR: THE EXECUTIVE

SUBJECT:

Procurement from FBI of Counterespionage Information having Positive Intelligence Value

1. Reference is made to the memorandum dated 27 February 1950 from Mr. Prescott Childs, Chief, Coordination, Operations, and Palicy Staff, to the Executive and other officers, entitled "Failure of JARIC to Receive Counter Espionage Information having Positive Intelligence Value". Reference is also made to the memorandum dated 1 Merch 1950 from the Assistant Director, CCD, to the Chief, COAFS, concurring with the memoranda attached to the first reference listed above. Pursuant to Mr. Childs' request, the comments of CSO are set out below.

- 2. It has long been realised that there has been an improper utilisation of available counterespionage information as the basis, or at least partial basis, for positive intelligence estimates. This has been tree particularly in connection with estimates of capability in the scientific intelligence field. The problem raised by this lack of utilisation has been discussed by C50 with C6I on several ectasions. C60 concurs that every effort should be made to secure from the FRI all partinent counterespionage information bearing on these estimates. In connection with any efforts to secure such information, however, it should be remembered that it has been a rigid FRI policy not to release operational details of sective pending counterespionage cases where such release can be availed. In view of this, while I do not entirely concur in this policy, it must be considered in connection with any approach to the FRI for such information.
- J. G50 does not concur in the proposed draft letter to the FBI attached to the first listed reference above. While it is felt that a strong request should be made for such pertinent commutatespionage information, it is not felt that the draft letter as presently phrased has any substantial chance of securing the information that is desired. Citing the FBI's membership on the LEC and referring to the desire of the National Security Council will not be considered by the FBI as sufficient reason for varying

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any policy that they do not desire to vary. In commection with the said of the FUCHS case as a specific example, it is felt that this should be mantismed, but not as proof of any failure of the FUI to furnish information to GIA which should have been furnished to permit this agency to fulfill its responsibilities in making appropriate intelligence estimates. In the first place, while a complete assumenty of the EUCHS case has not been received, the information that has been remained alegaly reflects that there apparently was no real or detailed knowledge of disclosures made by FUCHS until his quantianing by the British authorities only a few days before his agreet. Secondly, if the FUCHS case is used as sole proof of the FUI's failure to furnish necessary counterespionage information, that will be shie to state with accuracy that this was primarily a section to aspone until they did divalge such information.

definitely be on behalf of CIA as such, and not on behalf of the JARIU, since it is probable that the FBI would be more reluctant to furnish such information to a committee than to a single agency.

Action: Attached for your enacideration and for concurrence or elements is a proposed substitute draft letter to the FEI for signature of the DGI.

25X1A

Minimum: Bruft ltp to FBI

Distribution:

Assistant Director, CEE
Assistant Director, CEE
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